

## Message Text

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PAGE 01 MANILA 05524 110430Z  
ACTION TRSE-00

INFO OCT-01 EUR-12 EA-10 ISO-00 NEA-10 IO-13 H-01 L-03  
PA-01 SP-02 ICA-11 AID-05 EB-08 NSC-05 SS-15  
STR-07 OMB-01 CEA-01 CIAE-00 COME-00 FRB-03  
INR-10 NSAE-00 XMB-02 OPIC-03 LAB-04 SIL-01 /129 W  
-----077974 110732Z/23

R 110329Z APR 78  
FM AMEMBASSY MANILA  
TO SECSTATE WASHDC 4029  
AMEMBASSY BRUSSELS

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USADB

FOR NAC AGENCIES

BRUSSELS FOR USEEC

E.O. 11652: NA  
TAGS: EAID  
SUBJECT: COOPERATION WITH THE EUROPEAN ECONOMIC COMMUNITY (EEC)

REF: (A) MANILA 974, (B) MANILA 1670, (C) TREASURY 78-39

1. ON APRIL 6, ADB BOARD OF DIRECTORS APPROVED PROPOSED COOPERATIVE ARRANGEMENTS FOR DEVELOPMENT ASSISTANCE TO CERTAIN ADB DEVELOPING MEMBER COUNTRIES FROM EEC UNDER ITS 1977 AID BUDGET AS SPECIFIED IN ADB DOC. R5-78.

2. U.S. EXECUTIVE DIRECTOR ASKED WHETHER PROCUREMENT ARRANGEMENT WITH EEC WOULD IMPINGE ON BANK'S NORMAL PROCUREMENT PROCEDURES, AND WHETHER EEC WAS PROVIDING MORE LIBERAL PROCUREMENT ARRANGEMENT TO WORLD BANK. STAFF RESPONDED THAT, FOR CONSULTANT SERVICES, BANK WOULD CANVASS CONSULTANTS IN

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SAME MANNER AS NOW DOING. IF TOP FIRM IS ON EEC ELIGIBILITY LIST, THAT FIRM WOULD BE SELECTED AND FINANCED FROM EEC FUNDS IF NOT, BANK WOULD FINANCE FROM OWN FUNDS. WITH REGARD TO PROCUREMENT, STAFF NOTED THAT EEC WAS PREPARED TO OFFER JOINT FINANCING WITH BANK ASSUMING FULL RECIPROCITY. HOWEVER, WHILE ALL EEC MEMBERS ARE MEMBERS OF IDA, THEY ARE NOT ALL CONTRIBUTORS TO ASIAN

DEVELOPMENT FUND, WHICH WOULD HAVE POSED PROBLEM FOR BANK. ADB THEREFORE, ACCEPTED PROPOSED ARRANGEMENT, WHICH WOULD LIMIT EEC-FINANCED PROCUREMENT TO EEC MEMBERS AND DEVELOPING MEMBERS OF BANK. STAFF EXPRESSED HOPE THAT FOR NEXT ROUND OF COOPERATIVE ARRANGEMENT WITH EEC, BANK COULD WORK OUT MORE LIBERAL PROCUREMENT ARRANGEMENT.

3. USED SAID HE HOPED ALL MAJOR EEC MEMBER COUNTRIES WOULD BECOME PARTICIPANTS IN ADF WHICH WOULD PERMIT BROADENING OF THE COOPERATIVE ARRANGEMENT. IN SUPPORTING PROPOSAL, HE ASKED THAT TIED CO-FINANCING ARRANGEMENTS BE LIMITED TO WHERE IT CAN BE SHOWN THAT USE OF THIS PROCEDURE WOULD NOT ERODE DIRECTLY OR INDIRECTLY THE UNTIED PROCUREMENT CALLED FOR UNDER BANK'S OPERATING PROCEDURE.

EDMOND

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## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** ECONOMIC COOPERATION  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 11 apr 1978  
**Decapton Date:** 01 jan 1960  
**Decapton Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 20 Mar 2014  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978MANILA05524  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780155-0351  
**Format:** TEL  
**From:** MANILA USADB  
**Handling Restrictions:** n/a  
**Image Path:**  
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**Legacy Key:** link1978/newtext/t19780471/aaaachyb.tel  
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**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
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**Message ID:** d6a0f0b2-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION TRSE  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 78 MANILA 974, 78 MANILA 1670  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 03 may 2005  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 3011271  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** COOPERATION WITH THE EUROPEAN ECONOMIC COMMUNITY (EEC)  
**TAGS:** EAID, RP, EEC, ADB  
**To:** STATE BRUSSELS  
**Type:** TE  
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**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
US Department of State  
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20 Mar 2014  
**Markings:** Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014